



COMMONWEALTH OF KENTUCKY  
**OFFICE OF THE ATTORNEY GENERAL**

JACK CONWAY  
ATTORNEY GENERAL

January 2, 2013

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FRANKFORT, KENTUCKY 40601

Mr. Jeff DeRouen  
Executive Director  
Kentucky Public Service Commission  
211 Sower Blvd.  
Frankfort, KY 40601  
VIA HAND-DELIVERY

**RECEIVED**

**JAN 02 2013**

**PUBLIC SERVICE  
COMMISSION**

RE: *The Application of East Kentucky Power Cooperative, Inc. to Transfer Functional Control of Certain Transmission Facilities to PJM Interconnection, Case No. 2012-00169*

As noted in the Commission's Order dated December 20, 2012 issued in the above-referenced matter, the petitioner East Kentucky Power Cooperative ("EKPC") and intervenor Louisville Gas & Electric Co. and Kentucky Utilities ("LG&E / KU") have proposed a modification to Article III of the Stipulation submitted in this case. The proposed modification is that EKPC will withdraw from the TEE Contingency Reserve Sharing Group ("TCRSG") as of June 1, 2013, assuming certain conditions are met. The proposed modification is necessary because PJM's performance of EKPC's TCRSG obligations would subject EKPC to NERC compliance risks.

The Commission's Order dated December 20, 2012 conditionally accepts the Stipulation, subject to each signatory's filing of documentation agreeing to the proposed modification. This letter will confirm that the Attorney General, as a signatory to the Stipulation, agrees to the modification as set forth in EKPC's letter to the Commission dated December 5, 2012, together with attachments thereto.

Sincerely yours,

A handwritten signature in cursive script, appearing to read "Lawrence W. Cook".

Lawrence W. Cook  
Assistant Attorney General  
Office of Rate Intervention

cc: Parties of Record

